

Interim Report and Unaudited Financial Statements

For the period ended 30th November 2009



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Lloyds TSB Offshore Multi Strategy Fund Limited

REGISTERED OFFICE

PO Box 160, 25 New Street, St. Helier,
Jersey, JE4 8RG, Channel Islands

PRINCIPAL PLACE OF BUSINESS

PO Box 311, 11 - 12 Esplanade, St. Helier,
Jersey, JE4 8ZU, Channel Islands

DIRECTORS

c/o Registered Office
R. D. Willcox (Chairman)
I. M. J. Hardy
B. C. James
N. R. Jeacock-Fewtrell

Advocate T. J. Herbert

PO Box 87, 22 Grenville Street, St. Helier,
Jersey, JE4 8PX, Channel Islands

MANAGER AND REGISTRAR

Lloyds TSB Offshore Fund Managers Limited,
PO Box 160, 25 New Street, St. Helier,
Jersey, JE4 8RG, Channel Islands
Tel. : +44 (0) 1534 845555

LEGAL ADVISERS

In Jersey:

Mourant du Feu & Jeune,
PO Box 87, 22 Grenville Street, St. Helier,
Jersey, JE4 8PX, Channel Islands

In England:

Linklaters
One Silk Street, London EC2Y 8HQ

ASSET ALLOCATION ADVISER

Scottish Widows Investment Partnership Limited,
33 Old Broad Street, London EC2N 1HZ

CUSTODIAN

Capita Trust Company (Jersey) Limited,
PO Box 532, 12 Castle Street, St. Helier,
Jersey, JE2 3RT, Channel Islands

SECRETARY

Lloyds TSB Offshore Corporate Services Limited,
PO Box 160, 25 New Street, St. Helier,
Jersey, JE4 8RG, Channel Islands

INDEPENDENT AUDITORS

PricewaterhouseCoopers CI LLP,
Twenty Two Colomberie, St. Helier,
Jersey, JE1 4XA, Channel Islands

PAYING AGENT

Lloyds TSB Offshore Paying Agent (HK) Limited,
26/F Oxford House, Taikoo Place,
Quarry Bay, Hong Kong.

Investment Objective and Policy

Policy

Lloyds TSB Offshore Multi Strategy Fund Limited is an open-ended investment company registered in Jersey with eight classes ("Funds").

It is known as an "umbrella fund" because it provides shareholders with a variety of investment options under the "umbrella" of a single company.

The policy of the Funds is to invest in a range of cash, equity, fixed interest and property funds managed by members of the Lloyds TSB Group and also to utilise other funds including multi-manager funds managed by the Russell Investment Group. In certain circumstances it may be necessary to supplement these investments with funds managed by other third parties.

The investment objective of each Fund is set out below:

Cautious Strategy Fund

Objective

Seek to provide a degree of capital security whilst providing potential for a moderate return achieved through investment in Corporate Bond and Gilt Funds together with a limited exposure to Cash and Property Funds, resulting in some potential fluctuation in capital value and return. Much of the growth in value achieved by this Strategy will be through the generation of income, which will be distributed to shareholders and reinvested. Investment in this Strategy carries a modest risk of loss to capital value and return.

Conservative Strategy Fund

Objective

Seek to provide a moderate return achieved through investment in Corporate Bond and Gilt Funds with a limited exposure to UK Equity and Property Funds. When compared to the Cautious Strategy, this Strategy introduces a small exposure to UK Equity Funds and contains a reduced exposure to Cash Funds. Much of the growth in value achieved by this Strategy will be through the generation of income, which will be distributed to shareholders and reinvested. Investment in this Strategy carries a modest risk of loss to capital value and return.

Balanced Strategy Fund

Objective

Seek to provide a balanced return achieved through investment in Corporate Bond, Gilt and UK Equity Funds with a limited exposure to Property Funds. There is a larger exposure to UK Equity Funds and a reduced exposure to Corporate Bond and Gilt Funds in this Strategy than in the Conservative Strategy Fund. There is also a small increase in the exposure to Property Funds. This results in a moderate risk of loss to capital value and return in the short to medium term, but with a greater potential for growth over the medium to long term. Some of the growth in value of this Strategy will be achieved through the generation of income, which will be distributed to shareholders and reinvested.

Growth Strategy Fund

Objective

Seek to provide growth achieved through investment in UK Equity, Gilt, International Equity and Corporate Bond Funds with a limited exposure to Property Funds. When compared to the Balanced Strategy Fund, this Strategy contains a higher UK Equity Fund content and an exposure to International Funds is introduced, adding to the diversification of investment by medium, currency and country. The exposure to Corporate Bond and Gilt Funds is reduced. This results in a greater risk of loss to capital value and return in the short to medium term, but increases the potential for growth over the medium to long term.

Progressive Strategy Fund

Objective

Seek to provide a progressive return achieved through investment in International, UK Equity and Corporate Bond Funds and a limited exposure to Property Funds. When compared to the Growth Strategy Fund, this Strategy contains an increased exposure to International Equity Funds, with a reduction in the Corporate Bond Fund content. There is likely to be a small increase in the UK Equity Fund content. This Strategy does not include Gilt Funds. This increases the risk of loss to capital value and return in the short to medium term but seeks to provide greater potential for growth over the medium to long term.

Investment Objective and Policy (continued)

Aggressive Strategy Fund

Objective

Seek to provide adventurous growth achieved through investment in International Equity and UK Equity Funds. There is no exposure to Cash, Gilt, Corporate Bond or Property Funds. This Strategy carries a higher risk of loss to capital value and return, particularly in the short to medium term but with the potential for good growth over the medium to long term.

Global US\$ Conservative Strategy Fund

Objective

Seek to provide the potential for a moderate return whilst maintaining a degree of capital security for US Dollar based investors through investment in Cash and US Dollar denominated Bond Funds, with a limited exposure to US Equity Funds. The nature of the investments will result in some fluctuation in capital value. Investment in this Strategy carries a modest risk of loss to capital value and return.

Global US\$ Growth Strategy Fund

Objective

Seek to provide capital growth for US Dollar based investors primarily through investment in a range of International Equity Funds and a limited exposure to UK Equity Funds. There is no exposure to Bond Funds or Cash Funds. This Strategy carries a higher risk of loss to capital value and return in the short to medium term than Strategies containing Bond or Cash Funds, however there is greater potential for growth over the medium to long term.

Report of the Directors

The Directors have pleasure in submitting their Interim Report and Unaudited Financial Statements for the 6 months ended 30th November 2009.

Results

The results for the period are set out in the Financial Statements on pages 10 to 51.

Distributions

Distributions for the period are detailed in Note 5 to the Financial Statements.

Directors

Mr I.M.J. Hardy, Advocate T.J. Herbert, Mr B.C. James, Mr N.R. Jeacock-Fewtrell and Mr R.D. Willcox were Directors throughout the year, have since continued to act and are willing to remain in office.

At 30th November 2009 the Shares held in the Company by the Directors were as follows:

I. M. J. Hardy	Shares	B. C. James	Shares
Progressive Strategy	12,232.11	Progressive Strategy	9,550.50
Mrs S. J. Willcox	Shares	R. D. Willcox	Shares
(Wife of Mr R. D. Willcox)		Aggressive Strategy	6,144.96
Growth Strategy	13,039.28	Progressive Strategy	19,855.29

No Director has a service contract with the Company and is, or was, materially interested in any service or other contract entered into by the Company.

Advocate T.J. Herbert is a partner of Mourant du Feu & Jeune, the Jersey legal advisers to the Company and the Manager. Mourant du Feu & Jeune receive fees in connection with advising the Company and the Manager.

Mr I.M.J. Hardy, Mr B.C. James, Mr N.R. Jeacock-Fewtrell and Mr R.D. Willcox are Directors of Lloyds TSB Offshore Fund Managers Limited ("the Manager") which has a management contract with the Company. Fees earned by the Manager are disclosed in the Financial Statements.

Investment Activities

The Report of the Manager is set out on pages 7 and 8.

Independent Auditors

PricewaterhouseCoopers CI LLP were re-appointed as independent Auditors at the Annual General Meeting held on 23rd October 2009 and have indicated their willingness to continue in office.

Prospectus

A supplement to the Prospectus dated August 2008 was issued in April 2009.

The Supplement contains notification that with effect from 19th January 2009, Lloyds TSB Group plc changed its name to Lloyds Banking Group plc. As a result changes have been made to the wording of the Data Protection section of the Fund's application form. Shareholders are advised that the wording; "The Lloyds TSB Group includes all companies with the Lloyds TSB name, Cheltenham & Gloucester plc and Scottish Widows plc, and their associated companies." has been replaced with "Your Group" means the Lloyds Banking Group, which includes you and a number of other companies using brands including Lloyds TSB, Halifax and Bank of Scotland, and their associated companies. More information on the Lloyds Banking Group can be found at www.lloydsbankinggroup.com. For these purposes "associated companies" includes Lloyds Banking Group plc and any subsidiary, affiliate or other firm directly or indirectly controlled from time to time by either Lloyds Banking Group plc or you."

All other references in the Prospectus to Lloyds TSB Group plc and the Lloyds TSB Group should now be read as Lloyds Banking Group plc and the Lloyds Banking Group respectively.

Copies of the Prospectus and Supplement to the Prospectus are available, free of charge, on application to the Manager. Alternatively they can be accessed on our website at www.lloydstsb-offshore.com/funds.

Market conditions

Some of the assets held within certain Strategies have been adversely affected by market conditions, this has also affected the Share price of those Strategies. The Directors would like to remind Shareholders that investment in the Funds should be considered as a long term commitment, as the Shares may rise and fall in the short term in response to changing market conditions.

Management and administrative providers

The names and addresses of Management and administrative providers are stated on page 1.

Comparative tables

The distribution, performance record and net asset value per share tables are stated on pages 52 to 54.

Report of the Directors (continued)

Directors' Responsibilities

The Directors are required by the Companies (Jersey) Law 1991 to prepare Financial Statements for each financial period which give a true and fair view of the state of affairs of the Company for that period and are in accordance with applicable laws. In preparing these Financial Statements the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the Financial Statements and;
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the Financial Statements comply with the Companies (Jersey) Law 1991 and the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003. They are also responsible for the safeguarding of the assets which includes the appointment of a duly qualified Custodian. The Directors must also ensure that they or their duly appointed agents take reasonable steps for the prevention and detection of fraud, error and non-compliance with law and regulations.

The Directors have selected the Lloyds TSB Offshore Limited website as the host website for the Company's Financial Statements and believe this selection to be a reasonable one; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

Information published on the internet is accessible in many countries. Legislation in Jersey governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

General Information

The Company holds a certificate as a Recognized Securities Fund under the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 and holds a permit under Article 7 of the Collective Investment Funds (Jersey) Law, 1988.

The Company is an open-ended investment company with variable capital and Shareholders are not liable for the debts of the Company.

The Company is a recognised scheme under Section 270 of the Financial Services and Markets Act 2000 of the United Kingdom and is listed on the Channel Islands Stock Exchange.

HM Revenue & Customs has certified the Cautious Strategy Fund, Conservative Strategy Fund, Balanced Strategy Fund, Growth Strategy Fund, Progressive Strategy Fund and Aggressive Strategy Fund as Distributing Funds for the purpose of Chapter V Part XVII of the Income and Corporation Taxes act 1988 for all periods up to 31st May 2007. Applications for distributor status for the periods up to 31st May 2009 have been made.

Performance figures in the Report of the Manager are quoted gross of any distributions.

Where assets of an individual Fund are insufficient to meet the Fund's liabilities, any liabilities that remain undischarged will revert to the Company as a whole and be allocated amongst the other Funds.

The number of Shares in existence at the end of the period is shown in Note 14 of the Financial Statements.

The market value per share of the property of each Strategy Fund was as follows:

Sterling denominated strategies	30th November 2009 (pence)	1st June 2009 (pence)
Cautious Strategy Fund	93.35	84.19
Conservative Strategy Fund	95.69	84.51
Balanced Strategy Fund	99.29	86.63
Growth Strategy Fund	107.00	92.73
Progressive Strategy Fund	106.00	89.74
Aggressive Strategy Fund	110.70	94.21
US dollar denominated strategies	US\$ cents	US\$ cents
Global USD Conservative Strategy Fund	104.10	95.36
Global USD Growth Strategy Fund	89.67	74.35

By order of the Board

Lloyds TSB Offshore Corporate Services Limited

Secretary

25th January 2010

Report of the Manager

Global overview:

Global equity and financial markets staged a strong recovery during the period. Most of the world's stock markets made back the losses they had sustained during the previous 12 months. With almost all the major economies emerging from recession, and governments and central banks are working hard to grease the wheels of the financial system, many believe the worst of the economic and financial crisis has passed. At the same time, though, there remains a great deal of uncertainty over the shape of the recovery to follow.

Confidence may be returning to financial markets, but the global banking system is still somewhat fragile and constrained by inadequate capital. Accordingly, interest rates have remained at historic low levels and are not likely to rise appreciably for some months to come. Cheap money alone, though, has not been enough to improve liquidity. The Bank of England's programme of quantitative easing in which it effectively creates money to buy gilts from financial institutions so as to reinvigorate lending and boost the economy was expanded during the period, by £50 billion in August and a further £25 billion in October. This is one of the more tangible signs of the continued need for vigilance.

Looking ahead, while we continue to expect a relatively moderate economic upturn, there are a number of headwinds to growth. The impact of government and central bank intervention has now probably peaked, and its effect is likely to lessen in 2010.

Although the next year is obviously not without risks, overall, prospects are good. Corporate profits are starting to recover, companies are running financial surpluses (in cash flow terms) and business confidence is gradually improving.

UK:

UK equities rose strongly over the period. Improvements in economic data and signs that the banking sector was starting to find its feet helped to improve investor confidence. Mining stocks were among the big winners during the period. The seemingly insatiable demand for resources from emerging markets and China in particular, remains a key theme. Looking ahead, while the UK economy appears to have bottomed out and is now improving, there are a number of problems that are likely to limit domestic growth over the next year. But the direction of UK-listed share prices is influenced more by global economic growth than domestic growth – and the pace of recovery in the major global economies such as the US and China may prove to be of greater importance to UK investors.

US:

Wall Street enjoyed its best July in over 20 years. Equity markets continued to rally in August and September. Despite a dip in October, the US market returned to positive territory in November, having been re-energised by better-than-expected economic data and improved investor confidence. The market recovery was defined by a huge shift from defensive stocks (which benefit from stable demand regardless of the health of the economy), towards cyclical (companies which enjoy strong returns when economic conditions are good, but suffer when the climate is less favourable).

Europe:

Over the last six months, European equities have built on the market rally that started in March. Risk appetite absent since the near-collapse of the banking system in September 2008 has been resurgent. Indices have soared. There have been two main reasons for this impressive fight back. First, policy makers and central bankers have flooded the economy with liquidity in the form of quantitative easing and historically low interest rates. Second, a plethora of positive economic data has reinforced the market's upbeat mood. Signs that the banking system is on the mend has also boosted confidence, with a number of lenders delivering impressive third-quarter numbers. Meanwhile, the eurozone officially emerged from recession in November. GDP for the third quarter expanded by 0.4% compared with the previous three months, with Germany and Italy the main drivers of growth. Overall, the FTSE Europe ex-UK index was up 19.4% in local currency terms.

Japan:

The performance of Japanese stocks over the reporting period was closely linked to global events, particularly those in the US, which is a key export market. From spring 2009 onwards, the steady ascendancy of the yen against the US dollar was another concern. As a result, Japan underperformed most other global equity markets. On 30 August, Japan ushered in a new political era. The decade-old Democratic Party of Japan (DPJ) ousted the Liberal Democratic Party (LDP) in a landslide election victory. More recently, concern for the health of the financial sector has been prevalent, despite the news that regulations on capital ratios may be eased.

Asia Pacific:

Asian equities bounced back with a vengeance in the six months to 30 November. The region's shares had endured a torrid time in the wake of the credit crunch as investors switched to less risky asset classes. Recovery was largely driven by the knock-on effects of China's massive economic stimulus programme. Another key driver of outperformance in 2009 was the strength and stability of the region's banking sector, which enjoys low leverage and clean balance sheets compared to its developed market counterparts. Redemptions by emerging market investors have been replaced by significant inflows in recent months.

Report of the Manager (continued)

Bonds:

UK government bond prices received a boost early in the year when the Bank of England announced plans to increase its programme to create new money and buy back assets from banks and other companies. The value of the scheme, which is known as quantitative easing, was increased to £175 billion. More recently, government bonds have shown their sensitivity to economic data, rising and falling with the ebbs and flows of investor risk appetite. Meanwhile, corporate bond prices rose sharply over the period. Gains mirrored those on equity markets, with the financials sector making a particularly strong comeback. High-yield bonds also performed well as investors looked to riskier investments to help boost returns.

Property:

The revival in the UK commercial property market has gained momentum over the last six months. Capital values reached their nadir mid-year and have been improving since. Data released during November indicated a 1.9% increase in capital values, the largest monthly rise in nearly four years. As a result, initial yields have been squeezed for the fifth month in a row, falling to 7.5%. Demand for good-quality stock is outstripping supply, with prices climbing as a result. Property companies, institutions and overseas investors are all active buyers in the market. Weakness in the occupier market remains the caveat attached to the property market's stellar rise. Although rental declines are moderating, it may be 2011 before rental growth turns positive again.

Tactical Asset Allocation:

SWIP's general strategy at the beginning of the period was to be overweight in both cash and equities where possible through UK and/or US equities, at the expense of property. We maintained our overweight position in corporate bonds versus an underweight in gilts, across the balanced strategy Fund except for Progressive strategy Fund. Our neutral position in Bonds remained unchanged. This strategy was applied across the Cautious, Conservative, Balanced, Growth and Progressive strategy Funds. While the USD Conservative strategy Fund had an underweight position in cash versus an overweight position in US equities. For the Aggressive and USD growth strategy Funds, the neutral stance in both equities and bond markets was maintained.

In July, we increased the overweight in equities through US equities where applicable, funded at the expenses of cash. The sell off in equity markets in June following the strong rally that began in March, allowed us to add further to our overweight stance in equities.

In August, equity markets rebounded strongly from their June lows. For the Conservative, Balanced, Growth and Progressive strategy Funds, we took profits from UK or US equities by marginally, reducing our overweight positions. The overweight position in cash was neutralised during the month. The proceeds of which funded the reduction in our underweight in property. For the Cautious strategy Fund, the decrease in property was funded from cash. For the Conservative USD, the overweight in equities was marginally reduced into cash. We continue to maintain our preference for real assets of equities and property.

In September, we continued to reduce our underweight in property. For the Cautious, Balanced and Growth strategy Funds, the tactical move into property was funded by a further underweight stance towards gilts. For the Cautious strategy Fund, the underweight in property was neutralised, being funded from cash. While for the Progressive strategy Fund, the further move into property was funded by an underweight in corporate bonds.

These tactical positions were maintained throughout both October and November.

Lloyds TSB Offshore Fund Managers Limited

25th January 2010

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Balance Sheet

At 30th November 2009

	Notes	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
ASSETS				
Cash and cash equivalents		1,858,566	124,679	461,385
Creations receivable		234,971	3,454	20,430
Financial assets at fair value through profit or loss		103,048,403	5,965,547	16,767,320
Other accrued income & pre-paid expenses	4	<u>1,614</u>	<u>41</u>	<u>152</u>
TOTAL ASSETS		<u>105,143,554</u>	<u>6,093,721</u>	<u>17,249,287</u>
EQUITY				
Ordinary share capital	14	<u>1,000</u>	<u>—</u>	<u>—</u>
TOTAL EQUITY		<u>1,000</u>	<u>—</u>	<u>—</u>
LIABILITIES				
Accrued expenses	6	<u>122,925</u>	<u>7,674</u>	<u>18,680</u>
TOTAL LIABILITIES *		<u>122,925</u>	<u>7,674</u>	<u>18,680</u>
Net assets attributable to holders of participating redeemable preference shares	17	<u>105,019,629</u>	<u>6,086,047</u>	<u>17,230,607</u>
TOTAL LIABILITIES AND EQUITY		<u>105,143,554</u>	<u>6,093,721</u>	<u>17,249,287</u>

* Excluding net assets attributable to holders of participating redeemable preference shares.

The Financial Statements on pages 10 to 51 were approved by the Board of Directors on 25th January 2010 and are signed on their behalf by:

R. D. Willcox
B. C. James } **Directors**

The notes on pages 31 to 51 form an integral part of these Financial Statements.

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
114,903 21,645	580,759 60,509	321,287 48,018	58,373 29,944	290,727 27,326	35,252 56,940
15,058,561	38,651,104	11,709,852	8,490,439	2,659,974	7,929,731
<u>43</u>	<u>110</u>	<u>116</u>	<u>113</u>	<u>45</u>	<u>20</u>
<u>15,195,152</u>	<u>39,292,482</u>	<u>12,079,273</u>	<u>8,578,869</u>	<u>2,978,072</u>	<u>8,021,943</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>14,805</u>	<u>40,953</u>	<u>17,867</u>	<u>14,483</u>	<u>3,914</u>	<u>10,079</u>
<u>14,805</u>	<u>40,953</u>	<u>17,867</u>	<u>14,483</u>	<u>3,914</u>	<u>10,079</u>
<u>15,180,347</u>	<u>39,251,529</u>	<u>12,061,406</u>	<u>8,564,386</u>	<u>2,974,158</u>	<u>8,011,864</u>
<u>15,195,152</u>	<u>39,292,482</u>	<u>12,079,273</u>	<u>8,578,869</u>	<u>2,978,072</u>	<u>8,021,943</u>

Balance Sheet

At 31st May 2009

	Notes	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
ASSETS				
Cash and cash equivalents		803,737	98,703	131,649
Creations receivable		166,255	3,433	15,300
Investment sales receivable		100,000	—	—
Financial assets at fair value through profit or loss		85,508,056	5,195,689	15,233,755
Other accrued income & pre-paid expenses	4	<u>1,220</u>	<u>17</u>	<u>59</u>
TOTAL ASSETS		<u><u>86,579,268</u></u>	<u><u>5,297,842</u></u>	<u><u>15,380,763</u></u>
EQUITY				
Ordinary share capital	14	<u>1,000</u>	<u>—</u>	<u>—</u>
TOTAL EQUITY		<u>1,000</u>	<u>—</u>	<u>—</u>
LIABILITIES				
Overdraft		203,818	—	—
Investment purchase payable		147,000	—	—
Proposed distributions	5	2,722,510	234,340	694,796
Accrued expenses	6	<u>119,368</u>	<u>8,908</u>	<u>19,841</u>
TOTAL LIABILITIES *		<u>3,192,696</u>	<u>243,248</u>	<u>714,637</u>
Net assets attributable to holders of participating redeemable preference shares	17	<u>83,385,572</u>	<u>5,054,594</u>	<u>14,666,126</u>
TOTAL LIABILITIES AND EQUITY		<u><u>86,579,268</u></u>	<u><u>5,297,842</u></u>	<u><u>15,380,763</u></u>

The notes on pages 31 to 51 form an integral part of these Financial Statements.

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
—	—	289,865	47,552	250,612	128,776
18,495	53,252	33,711	23,880	11,724	17,512
87,000	13,000	—	—	—	—
13,687,277	31,132,737	8,971,963	6,304,433	2,280,622	5,729,762
<u>14</u>	<u>28</u>	<u>57</u>	<u>13</u>	<u>32</u>	<u>20</u>
<u>13,792,786</u>	<u>31,199,017</u>	<u>9,295,596</u>	<u>6,375,878</u>	<u>2,542,990</u>	<u>5,876,070</u>
—	—	—	—	—	—
—	—	—	—	—	—
79,508	124,310	—	—	—	—
—	—	147,000	—	—	—
561,805	942,394	209,091	80,084	—	—
15,399	37,552	16,048	13,644	4,391	8,431
<u>656,712</u>	<u>1,104,256</u>	<u>372,139</u>	<u>93,728</u>	<u>4,391</u>	<u>8,431</u>
<u>13,136,074</u>	<u>30,094,761</u>	<u>8,923,457</u>	<u>6,282,150</u>	<u>2,538,599</u>	<u>5,867,639</u>
<u>13,792,786</u>	<u>31,199,017</u>	<u>9,295,596</u>	<u>6,375,878</u>	<u>2,542,990</u>	<u>5,876,070</u>

Income Statement

	Notes	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
For the period ended 30th November 2009				
Operating Profit				
Net gains on financial assets				
at fair value through profit or loss	7	12,221,690	465,033	1,659,264
Investment Income		1,611,265	123,097	385,075
Other income	8	725	47	170
Total operating expenses	9	<u>(408,382)</u>	<u>(13,425)</u>	<u>(51,763)</u>
Operating gains		<u>13,425,298</u>	<u>574,752</u>	<u>1,992,746</u>
Finance costs				
		<u>—</u>	<u>—</u>	<u>—</u>
Gains before tax		<u>13,425,298</u>	<u>574,752</u>	<u>1,992,746</u>
Withholding tax on dividends and other investment income	18	<u>(13,292)</u>	<u>(763)</u>	<u>(2,175)</u>
Increase in net assets attributable to holders of participating redeemable preference shares from operations		<u>13,412,006</u>	<u>573,989</u>	<u>1,990,571</u>
For the period ended 30th November 2008				
Operating Profit				
Net losses on financial assets				
at fair value through profit or loss	7	(20,664,516)	(261,868)	(1,319,500)
Investment Income		1,918,397	155,068	424,947
Other income	8	14,725	911	2,606
Total operating expenses	9	<u>(403,753)</u>	<u>(15,123)</u>	<u>(52,136)</u>
Operating loss		<u>(19,135,147)</u>	<u>(121,012)</u>	<u>(944,083)</u>
Finance costs				
		<u>—</u>	<u>—</u>	<u>—</u>
Loss before tax		<u>(19,135,147)</u>	<u>(121,012)</u>	<u>(944,083)</u>
Withholding tax on dividends and other investment income	18	<u>—</u>	<u>—</u>	<u>—</u>
Decrease in net assets attributable to holders of participating redeemable preference shares from operations		<u>(19,135,147)</u>	<u>(121,012)</u>	<u>(944,083)</u>

The notes on pages 31 to 51 form an integral part of these Financial Statements.

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
1,701,540	4,620,328	1,694,821	1,132,425	254,351	1,304,746
310,398	575,081	146,955	70,659	—	—
48	132	131	125	87	31
<u>(47,821)</u>	<u>(154,218)</u>	<u>(62,095)</u>	<u>(45,983)</u>	<u>(15,491)</u>	<u>(38,892)</u>
<u>1,964,165</u>	<u>5,041,323</u>	<u>1,779,812</u>	<u>1,157,226</u>	<u>238,947</u>	<u>1,265,885</u>
—	—	—	—	—	—
<u>1,964,165</u>	<u>5,041,323</u>	<u>1,779,812</u>	<u>1,157,226</u>	<u>238,947</u>	<u>1,265,885</u>
<u>(2,517)</u>	<u>(6,100)</u>	<u>(1,737)</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>1,961,648</u>	<u>5,035,223</u>	<u>1,778,075</u>	<u>1,157,226</u>	<u>238,947</u>	<u>1,265,885</u>
(2,275,584)	(8,197,573)	(3,265,700)	(2,677,397)	(537,751)	(4,249,834)
370,511	691,049	171,865	101,537	6,139	—
3,150	4,602	2,032	1,229	91	259
<u>(51,848)</u>	<u>(150,247)</u>	<u>(55,199)</u>	<u>(42,429)</u>	<u>(21,299)</u>	<u>(44,712)</u>
<u>(1,953,771)</u>	<u>(7,652,169)</u>	<u>(3,147,002)</u>	<u>(2,617,060)</u>	<u>(552,820)</u>	<u>(4,294,287)</u>
—	—	—	—	—	—
<u>(1,953,771)</u>	<u>(7,652,169)</u>	<u>(3,147,002)</u>	<u>(2,617,060)</u>	<u>(552,820)</u>	<u>(4,294,287)</u>
—	—	—	—	—	—
<u>(1,953,771)</u>	<u>(7,652,169)</u>	<u>(3,147,002)</u>	<u>(2,617,060)</u>	<u>(552,820)</u>	<u>(4,294,287)</u>

Statement of changes in net assets attributable to holders of participating redeemable preference shares

	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
For the period ended 30th November 2009			
Net assets attributable to holders of participating redeemable preference shares at 1st June 2009	<u>83,385,572</u>	<u>5,054,594</u>	<u>14,666,126</u>
Proceeds from participating redeemable preference shares issued	11,927,375	631,524	1,755,748
Redemption of participating redeemable preference shares	<u>(3,550,868)</u>	<u>(174,060)</u>	<u>(1,181,838)</u>
Net increase from share transactions	8,376,507	457,464	573,910
Increase in net assets attributable to holders of participating redeemable preference shares from operations	13,412,006	573,989	1,990,571
Movement in currency translation	<u>(154,456)</u>	<u>—</u>	<u>—</u>
Net assets attributable to holders of participating redeemable preference shares at 30th November 2009	<u>105,019,629</u>	<u>6,086,047</u>	<u>17,230,607</u>
For the period ended 30th November 2008			
Net assets attributable to holders of participating redeemable preference shares at 1st June 2008	<u>106,795,362</u>	<u>6,371,532</u>	<u>16,762,725</u>
Proceeds from participating redeemable preference shares issued	7,555,803	473,776	1,636,779
Redemption of participating redeemable preference shares	<u>(12,790,905)</u>	<u>(1,089,943)</u>	<u>(1,816,750)</u>
Net (decrease)/increase from share transactions	(5,235,102)	(616,167)	(179,971)
Decrease in net assets attributable to holders of participating redeemable preference shares from operations	(19,135,147)	(121,012)	(944,083)
Movement in currency translation	<u>1,663,126</u>	<u>—</u>	<u>—</u>
Net assets attributable to holders of participating redeemable preference shares at 30th November 2008	<u>84,088,239</u>	<u>5,634,353</u>	<u>15,638,671</u>

The notes on pages 31 to 51 form an integral part of these Financial Statements.

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
<u>13,136,074</u>	<u>30,094,761</u>	<u>8,923,457</u>	<u>6,282,150</u>	<u>2,538,599</u>	<u>5,867,639</u>
1,044,248	4,814,309	1,657,091	1,292,679	200,500	997,724
<u>(961,623)</u>	<u>(692,764)</u>	<u>(297,217)</u>	<u>(167,669)</u>	<u>(3,888)</u>	<u>(119,384)</u>
82,625	4,121,545	1,359,874	1,125,010	196,612	878,340
<u>1,961,648</u>	<u>5,035,223</u>	<u>1,778,075</u>	<u>1,157,226</u>	<u>238,947</u>	<u>1,265,885</u>
<u>15,180,347</u>	<u>39,251,529</u>	<u>12,061,406</u>	<u>8,564,386</u>	<u>2,974,158</u>	<u>8,011,864</u>
<u>16,251,480</u>	<u>37,678,068</u>	<u>11,280,500</u>	<u>8,274,095</u>	<u>7,730,437</u>	<u>12,330,388</u>
1,199,432	2,394,616	811,386	532,897	217,636	704,190
<u>(1,136,782)</u>	<u>(2,668,781)</u>	<u>(909,718)</u>	<u>(516,233)</u>	<u>(4,475,540)</u>	<u>(3,973,095)</u>
62,650	(274,165)	(98,332)	16,664	(4,257,904)	(3,268,905)
<u>(1,953,771)</u>	<u>(7,652,169)</u>	<u>(3,147,002)</u>	<u>(2,617,060)</u>	<u>(552,820)</u>	<u>(4,294,287)</u>
<u>14,360,359</u>	<u>29,751,734</u>	<u>8,035,166</u>	<u>5,673,699</u>	<u>2,919,713</u>	<u>4,767,196</u>

Cash Flow Statement

	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
For the period ended 30th November 2009			
Cash flows from operating activities			
Purchases of financial assets and settlement of financial liabilities	(10,668,362)	(502,000)	(1,002,996)
Receipts from sale of investments (including realised gains)	5,077,153	199,000	1,132,453
Movement in amounts payable and receivable in respect of investment transactions	100,000	—	—
Other income received	1,597,970	122,333	382,900
Interest received	330	23	77
Interest paid	(1,042)	(48)	(248)
Operating expenses paid	<u>(403,558)</u>	<u>(14,610)</u>	<u>(52,676)</u>
Net cash (outflow)/inflow from operating activities	<u>(4,297,509)</u>	<u>(195,302)</u>	<u>459,510</u>
Cash flows from financing activities			
Distributions paid to holders of participating redeemable preference shares	(2,722,510)	(234,340)	(694,796)
Proceeds received from issue of participating redeemable preference shares	11,858,051	631,503	1,750,618
Proceeds paid due to redemption of participating redeemable preference shares	<u>(3,550,868)</u>	<u>(174,060)</u>	<u>(1,181,838)</u>
Net cash inflow/(outflow) from financing activities	<u>5,584,673</u>	<u>223,103</u>	<u>(126,016)</u>
Net increase/(decrease) in cash and cash equivalents	1,287,164	27,801	333,494
Cash and cash equivalents at 1st June 2009	599,919	98,703	131,649
Exchange losses on cash and cash equivalents	(19,870)	(1,825)	(3,758)
Movement in currency translation	<u>(8,647)</u>	<u>—</u>	<u>—</u>
Cash and cash equivalents at 30th November 2009	<u><u>1,858,566</u></u>	<u><u>124,679</u></u>	<u><u>461,385</u></u>

The notes on pages 31 to 51 form an integral part of these Financial Statements.

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
(856,011)	(4,777,987)	(1,522,000)	(1,195,998)	(205,000)	(1,129,000)
1,187,428	1,882,771	335,521	148,998	80,000	234,000
87,000	13,000	—	—	—	—
307,881	568,979	145,218	70,659	—	—
19	50	72	25	74	31
(294)	(427)	(18)	(7)	—	—
<u>(48,121)</u>	<u>(150,390)</u>	<u>(60,258)</u>	<u>(45,137)</u>	<u>(15,969)</u>	<u>(37,244)</u>
<u>677,902</u>	<u>(2,464,004)</u>	<u>(1,101,465)</u>	<u>(1,021,460)</u>	<u>(140,895)</u>	<u>(932,213)</u>
(561,805)	(942,394)	(209,091)	(80,084)	—	—
1,041,098	4,807,052	1,642,784	1,286,615	184,898	958,296
<u>(961,623)</u>	<u>(692,764)</u>	<u>(297,217)</u>	<u>(167,669)</u>	<u>(3,888)</u>	<u>(119,384)</u>
<u>(482,330)</u>	<u>3,171,894</u>	<u>1,136,476</u>	<u>1,038,862</u>	<u>181,010</u>	<u>838,912</u>
195,572	707,890	35,011	17,402	40,115	(93,301)
(79,508)	(124,310)	289,865	47,552	250,612	128,776
(1,161)	(2,821)	(3,589)	(6,581)	—	(223)
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>114,903</u>	<u>580,759</u>	<u>321,287</u>	<u>58,373</u>	<u>290,727</u>	<u>35,252</u>

Cash Flow Statement

	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
For the period ended 30th November 2008			
Cash flows from operating activities			
Purchases of financial assets and settlement of financial liabilities	(11,576,780)	(396,000)	(1,249,929)
Receipts from sale of investments (including realised gains)	16,901,219	1,127,000	1,633,996
Movement in amounts payable and receivable in respect of investment transactions	82,000	—	82,000
Other income received	1,918,401	155,068	424,950
Interest received	16,869	988	2,720
Interest paid	(2,938)	(744)	(474)
Operating expenses paid	(437,921)	(16,264)	(57,555)
Net cash inflow/(outflow) from operating activities	<u>6,900,850</u>	<u>870,048</u>	<u>835,708</u>
Cash flows from financing activities			
Distributions paid to holders of participating redeemable preference shares	(2,608,272)	(305,170)	(723,424)
Proceeds received from issue of participating redeemable preference shares	8,152,090	547,373	1,880,822
Proceeds paid due to redemption of participating redeemable preference shares	(12,790,905)	(1,089,943)	(1,816,750)
Net cash (outflow)/inflow from financing activities	<u>(7,247,087)</u>	<u>(847,740)</u>	<u>(659,352)</u>
Net (decrease)/increase in cash and cash equivalents	(346,237)	22,308	176,356
Cash and cash equivalents at 1st June 2008	1,078,453	84,321	(14,164)
Exchange gains/(losses) on cash and cash equivalents	22,998	793	1,113
Movement in currency translation	(14,027)	—	—
Cash and cash equivalents at 30th November 2008	<u><u>741,187</u></u>	<u><u>107,422</u></u>	<u><u>163,305</u></u>

The notes on pages 31 to 51 form an integral part of these Financial Statements.

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
(1,929,999)	(5,065,996)	(1,236,004)	(962,999)	(465,997)	(855,000)
2,134,092	5,143,003	1,375,004	625,999	4,672,447	4,055,999
—	—	—	—	—	—
370,511	691,049	171,865	101,537	6,141	—
3,271	5,136	2,278	1,447	1,476	372
(700)	(492)	(417)	(73)	(16)	(52)
(55,414)	(160,319)	(59,690)	(46,947)	(25,099)	(49,819)
<u>521,761</u>	<u>612,381</u>	<u>253,036</u>	<u>(281,036)</u>	<u>4,188,952</u>	<u>3,151,500</u>
(606,788)	(839,692)	(133,198)	—	—	—
1,221,414	2,451,077	822,483	729,858	222,935	702,455
<u>(1,136,782)</u>	<u>(2,668,781)</u>	<u>(909,718)</u>	<u>(516,233)</u>	<u>(4,475,540)</u>	<u>(3,973,095)</u>
<u>(522,156)</u>	<u>(1,057,396)</u>	<u>(220,433)</u>	<u>213,625</u>	<u>(4,252,605)</u>	<u>(3,270,640)</u>
(395)	(445,015)	32,603	(67,411)	(63,653)	(119,140)
124,612	553,631	85,963	101,399	124,775	156,497
3,013	14,122	2,312	4,273	—	(4,048)
—	—	—	—	—	—
<u>127,230</u>	<u>122,738</u>	<u>120,878</u>	<u>38,261</u>	<u>61,122</u>	<u>33,309</u>

Investment Portfolio

Cautious Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 £	% of Total Net Assets	Market Value 31.05.09 £
Cash Funds 9.75% (11.82%)*					
Lloyds TSB Offshore Funds Limited: Sterling Deposit Fund	590,441	586,488	593,526	9.75	597,526
Bond Funds 81.16% (83.92%)*					
Russell Sterling Bond Fund	100,866	98,890	955,573	15.70	852,927
Lloydstrust Gilt Fund	76,916	90,596	1,035,509	17.01	859,917
Lloyds TSB Offshore Gilt Fund "A" Class	743,619	878,120	1,036,182	17.03	857,393
Lloyds TSB Offshore Funds Limited: High Income Fund	1,149,801	1,140,485	952,419	15.65	837,630
Sterling Bond Fund	732,090	737,861	959,957	15.77	834,583
Property Funds 7.10% (7.04%)*					
SWIP Multi Manager Global Real Estate Securities Fund	476,188	477,716	432,381	7.10	355,713
Total Value of Assets			5,965,547	98.01	5,195,689
Other Assets			128,174	2.11	102,153
Total Assets			6,093,721	100.12	5,297,842
Liabilities			(7,674)	(0.12)	(243,248)
Net Assets attributable to holders of participating redeemable preference shares			<u>6,086,047</u>	<u>100.00</u>	<u>5,054,594</u>

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	£502,000	£396,000
Proceeds from investments sold	£199,000	£1,127,000

Investment Portfolio

Conservative Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 £	% of Total Net Assets	Market Value 31.05.09 £
Cash Funds 0.00% (0.80%)*					
Lloyds TSB Offshore Funds Limited: Sterling Deposit Fund	116,324	—	—	—	117,720
Bond Funds 82.03% (86.11%)*					
Russell Sterling Bond Fund	308,427	295,898	2,859,259	16.59	2,608,061
LloydsTrust Gilt Fund	220,208	244,312	2,792,488	16.21	2,461,926
Lloyds TSB Offshore Gilt Fund "A" Class	2,139,773	2,372,093	2,799,070	16.24	2,467,159
Lloyds TSB Offshore Funds Limited: High Income Fund	3,517,091	3,405,172	2,843,659	16.50	2,562,201
Sterling Bond Fund	2,219,395	2,184,537	2,842,083	16.49	2,530,111
Equity Funds 8.05% (10.08%)*					
Russell UK Equity Fund	177	137	1,387,792	8.05	1,477,719
Property Funds 7.21% (6.88%)*					
SWIP Multi Manager Global Real Estate Securities Fund	1,350,546	1,373,295	1,242,969	7.21	1,008,858
Total Value of Assets			16,767,320	97.29	15,233,755
Other Assets			481,967	2.81	147,008
Total Assets			17,249,287	100.10	15,380,763
Liabilities			(18,680)	(0.10)	(714,637)
Net Assets attributable to holders of participating redeemable preference shares			17,230,607	100.00	14,666,126

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	£1,002,996	£1,249,929
Proceeds from investments sold	£1,132,453	£1,633,996

Investment Portfolio

Balanced Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 £	% of Total Net Assets	Market Value 31.05.09 £
Cash Funds 0.00% (0.90%)*					
Lloyds TSB Offshore Funds Limited: Sterling Deposit Fund	117,088	—	—	—	118,493
Bond Funds 64.27% (64.83%)*					
Russell Sterling Bond Fund	192,404	188,459	1,821,081	12.00	1,626,965
Lloydstrust Gilt Fund	166,215	187,373	2,141,673	14.11	1,858,285
Lloyds TSB Offshore Gilt Fund "A" Class	1,615,162	1,831,847	2,161,579	14.24	1,862,282
Lloyds TSB Offshore Funds Limited: High Income Fund	2,178,500	2,174,134	1,815,620	11.96	1,587,037
Sterling Bond Fund	1,386,126	1,395,335	1,815,331	11.96	1,580,184
Equity Funds 25.44% (29.50%)*					
Russell UK Equity Fund	233	191	1,927,872	12.70	1,943,222
Russell UK Equity Plus Fund	28,770	24,258	1,934,573	12.74	1,932,467
Property Funds 9.49% (8.97%)*					
SWIP Multi Manager Global Real Estate Securities Fund	1,577,433	1,591,903	1,440,832	9.49	1,178,342
Total Value of Assets			15,058,561	99.20	13,687,277
Other Assets			136,591	0.90	105,509
Total Assets			15,195,152	100.10	13,792,786
Liabilities			(14,805)	(0.10)	(656,712)
Net Assets attributable to holders of participating redeemable preference shares			<u>15,180,347</u>	<u>100.00</u>	<u>13,136,074</u>

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	£856,011	£1,929,999
Proceeds from investments sold	£1,187,428	£2,134,092

Investment Portfolio

Growth Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 £	% of Total Net Assets	Market Value 31.05.09 £
Cash Funds 0.00% (0.75%)*					
Lloyds TSB Offshore Funds Limited: Sterling Deposit Fund	223,107	—	—	—	225,784
Bond Funds 33.69% (32.15%)*					
Lloydstrust Gilt Fund	264,512	355,058	4,058,309	10.34	2,957,246
Lloyds TSB Offshore Gilt Fund "A" Class	2,573,553	3,440,274	4,059,523	10.34	2,967,307
Lloyds TSB Offshore Funds Limited: High Income Fund	5,147,385	6,114,458	5,106,184	13.01	3,749,870
Equity Funds 55.18% (61.81%)*					
Russell Continental European Equity Fund	165,389	157,846	1,925,725	4.91	1,682,005
Russell Emerging Markets Equity Fund	18,666	16,182	392,579	1.00	368,469
Russell Japan Equity Fund	70,074	75,638	883,452	2.25	835,981
Russell Pacific Basin Equity Fund	45,332	39,227	760,218	1.94	720,318
Russell UK Equity Fund	676	639	6,469,739	16.48	5,638,604
Russell UK Equity Plus Fund	82,887	80,915	6,452,947	16.44	5,567,551
Russell US Equity Fund	493,322	534,459	4,774,326	12.16	3,788,714
Property Funds 9.60% (8.74%)*					
SWIP Multi Manager Global Real Estate Securities Fund	3,521,939	4,163,189	3,768,102	9.60	2,630,888
Total Value of Assets			38,651,104	98.47	31,132,737
Other Assets			641,378	1.63	66,280
Total Assets			39,292,482	100.10	31,199,017
Liabilities			(40,953)	(0.10)	(1,104,256)
Net Assets attributable to holders of participating redeemable preference shares			39,251,529	100.00	30,094,761

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	£4,777,987	£5,065,996
Proceeds from investments sold	£1,882,771	£5,143,003

Investment Portfolio

Progressive Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 £	% of Total Net Assets	Market Value 31.05.09 £
Cash Funds 0.00% (0.85%)*					
Lloyds TSB Offshore Funds Limited: Sterling Deposit Fund	74,626	—	—	—	75,522
Bond Funds 10.81% (11.72%)*					
Lloyds TSB Offshore Funds Limited: High Income Fund	1,435,638	1,560,664	1,303,310	10.81	1,045,862
Equity Funds 76.85% (80.28%)*					
Russell Continental European Equity Fund	84,420	93,494	1,140,630	9.46	858,550
Russell Emerging Markets Equity Fund	10,011	10,199	247,438	2.05	197,610
Russell Japan Equity Fund	34,280	39,340	459,497	3.81	408,959
Russell Pacific Basin Equity Fund	21,489	21,525	417,149	3.46	341,459
Russell UK Equity Fund	199	207	2,099,033	17.40	1,660,141
Russell UK Equity Plus Fund	24,412	26,343	2,100,886	17.42	1,639,774
Russell US Equity Fund	88,672	105,098	938,836	7.78	681,004
Russell US Growth Fund	98,565	118,354	950,025	7.88	679,035
Russell US Value Fund	92,187	101,659	914,933	7.59	697,646
Property Funds 9.44% (7.69%)*					
SWIP Multi Manager Global Real Estate Securities Fund	918,877	1,257,447	1,138,115	9.44	686,401
Total Value of Assets			11,709,852	97.10	8,971,963
Other Assets			369,421	3.06	323,633
Total Assets			12,079,273	100.16	9,295,596
Liabilities			(17,867)	(0.16)	(372,139)
Net Assets attributable to holders of participating redeemable preference shares			<u>12,061,406</u>	<u>100.00</u>	<u>8,923,457</u>

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	£1,375,000	£1,236,004
Proceeds from investments sold	£335,521	£1,375,004

Investment Portfolio

Aggressive Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 £	% of Total Net Assets	Market Value 31.05.09 £
Equity Funds 99.14% (100.35%)*					
Russell Continental European Equity Fund	91,226	101,975	1,244,098	14.53	927,768
Russell Emerging Markets Equity Fund	10,480	10,488	254,437	2.97	206,875
Russell Japan Equity Fund	38,001	52,702	615,556	7.19	453,350
Russell Pacific Basin Equity Fund	23,639	23,375	453,017	5.29	375,622
Russell UK Equity Fund	136	146	1,477,492	17.25	1,130,548
Russell UK Equity Plus Fund	16,779	18,518	1,476,793	17.24	1,127,072
Russell US Equity Fund	90,455	110,951	991,122	11.57	694,696
Russell US Growth Fund	99,851	123,738	993,246	11.60	687,571
Russell US Value Fund	92,618	109,409	984,678	11.50	700,931
Total Value of Assets			8,490,439	99.14	6,304,433
Other Assets			88,430	1.03	71,445
Total Assets			8,578,869	100.17	6,375,878
Liabilities			(14,483)	(0.17)	(93,728)
Net Assets attributable to holders of participating redeemable preference shares			<u>8,564,386</u>	<u>100.00</u>	<u>6,282,150</u>

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	£1,195,998	£962,999
Proceeds from investments sold	£148,998	£625,999

Investment Portfolio

Global US\$ Conservative Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 US\$	% of Total Net Assets	Market Value 31.05.09 US\$
Cash Funds 17.34% (17.43%)*					
Lloyds TSB Money Fund US\$ Class	7,260	8,458	515,697	17.34	442,604
Bond Funds 53.63% (53.96%)*					
Russell Global Bond Fund (Dollar hedge)	40,996	43,770	533,118	17.93	455,463
Russell US Bond Fund	40,885	41,656	532,362	17.90	458,318
Russell Multi-Style, Multi-Manager Funds plc: Global Bond Fund (Dollar hedge)	42,632	44,416	529,434	17.80	456,161
Equity Funds 18.47% (18.44%)*					
Russell US Equity Fund	49,880	48,702	549,363	18.47	468,076
Total Value of Assets			2,659,974	89.44	2,280,622
Other Assets			318,098	10.70	262,368
Total Assets			2,978,072	100.14	2,542,990
Liabilities			(3,914)	(0.14)	(4,391)
Net Assets attributable to holders of participating redeemable preference shares			<u>2,974,158</u>	<u>100.00</u>	<u>2,538,599</u>

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	US\$ 205,000	US\$ 465,997
Proceeds from investments sold	US\$ 80,000	US\$ 4,672,447

Investment Portfolio

Global US\$ Growth Strategy Fund

	Holding 31.05.09	Holding 30.11.09	Market Value 30.11.09 US\$	% of Total Net Assets	Market Value 31.05.09 US\$
Equity Funds 98.97% (97.66%)*					
Russell Continental European Equity Fund	73,612	77,942	1,335,928	16.67	996,701
Russell Emerging Markets Equity Fund	994	954	291,687	3.64	238,293
Russell Japan Equity Fund	43,530	56,536	654,126	8.16	495,805
Russell Pacific Basin Equity Fund	18,392	17,550	487,541	6.09	403,341
Russell UK Equity Fund	53,045	53,431	787,572	9.83	615,850
Russell US Equity Fund	103,722	129,451	1,460,202	18.23	973,330
Russell US Growth Fund	121,101	153,178	1,462,393	18.25	960,328
Russell US Value Fund	115,682	130,187	<u>1,450,282</u>	<u>18.10</u>	<u>1,046,114</u>
Total Value of Assets			<u>7,929,731</u>	<u>98.97</u>	<u>5,729,762</u>
Other Assets			<u>92,212</u>	<u>1.15</u>	<u>146,308</u>
Total Assets			<u>8,021,943</u>	<u>100.12</u>	<u>5,876,070</u>
Liabilities			<u>(10,079)</u>	<u>(0.12)</u>	<u>(8,431)</u>
Net Assets attributable to holders of participating redeemable preference shares			<u>8,011,864</u>	<u>100.00</u>	<u>5,867,639</u>

* As at 31.05.09

	For the period ended 30.11.09	For the period ended 30.11.08
Cost of investments purchased	US\$ 1,129,000	US\$ 855,000
Proceeds from investments sold	US\$ 234,000	US\$ 4,055,999

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Notes to the Financial Statements

30th November 2009

1. The Company is registered in Jersey, Channel Islands.

2. BASIS OF PREPARATION

The Financial Statements have been prepared in accordance with International Financial Reporting Standards ("IFRS").

The policies set out below have been consistently applied to all periods presented.

The Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss and in accordance with the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003. Jersey is not part of the United Kingdom and the Company is not regulated by the Financial Services Authority ("FSA") of the United Kingdom.

All amounts reported in the income statements are in respect of continuing activities.

The capital of the Company comprises various classes of shares each relating to a separate portfolio ("Fund") consisting of securities, cash, other assets and liabilities. These Financial Statements present the balance sheets, income statements, statements of changes in net assets attributable to holders of participating redeemable preference shares and cash flow statements. At the balance sheet date there were eight Funds in existence; Cautious Strategy Fund, Conservative Strategy Fund, Balanced Strategy Fund, Growth Strategy Fund, Progressive Strategy Fund, Aggressive Strategy Fund, Global US\$ Conservative Strategy Fund and Global US\$ Growth Strategy Fund.

The net assets attributable to holders of participating redeemable preference shares are classified as Financial Liabilities and therefore, in the opinion of the Directors, the Capital of the Company is only represented by the Management Shares and Nominal Shares. Details of Management Shares and Nominal Shares are disclosed in notes 3(g) and 14.

Critical accounting estimates and judgements

The Company makes assumptions and estimates that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The accounting policies deemed critical to the Company's results and financial position, based upon materiality and significant judgements and estimates, are discussed below.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these Financial Statements are set out below. These policies have been applied consistently to all periods presented, unless otherwise stated in the following text. The Directors also monitor new standards and ensure that they are applied when relevant.

The following interpretation is effective for the Fund's accounting periods beginning 1st October 2008 but is not relevant for the Fund's operations:

- IFRIC 16 'Hedges of a net investment in a foreign operation'

The following standards, amendments and interpretations are effective on or after 1st January 2009 but are not relevant for the Fund's operations:

- IAS 23 (Amendment), 'Borrowing costs'
- IAS 39 & IFRIC 9 (Amendment), 'Embedded derivatives'
- IAS 39 & IFRS 7 (Amendment), 'Reclassification of financial assets'
- IFRS 1 (Amendment), 'First-time adoption of IFRS'
- IAS 27 'Consolidated and separate financial statements'
- IFRS 2 (Amendment), 'Share-based payment'
- IFRIC 15 'Agreements for construction of real estates'
- IAS 27 (Revised) 'Consolidated and separate financial statements'
- IFRS 1 (Amendment), 'Additional exemptions for first time adopters'
- IFRS 2 (Amendment), 'Group cash-settled share-based payment transactions'
- IFRS 3 (Revised) 'Business combinations'
- IFRIC 17 'Distributions of non-cash assets to owners'
- IFRIC 18 'Transfers of assets from customers'
- IFRS 8 'Operating segments'

Improvements to IFRS were issued in May 2008 and April 2009 respectively and contain numerous amendments to IFRS, which IASB consider non-urgent but necessary. 'Improvements to IFRS' comprise amendments that result in accounting changes for presentation, recognition of measurements purposes as well as terminology or editorial amendments related to a variety of individual standards. Most of the amendments are effective for annual periods beginning on or after 1st January 2009 and 1st January 2010 respectively, with earlier application permitted. No material changes to accounting policies are expected as a result of these amendments.

Notes to the Financial Statements (continued)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional currency, presentational currency and currency translation

Items included in the Company's aggregated financial statements are measured using the currency of the primary economic environment in which it operates ('the functional currency'). The Directors have adopted sterling as the functional and presentational currency for consolidation purposes which reflects the Company's primary activity of investing in sterling share classes.

The Company has adopted sterling as its presentational and functional currency for the Cautious Strategy Fund, the Conservative Strategy Fund, the Balanced Strategy Fund, the Growth Strategy Fund, the Progressive Strategy Fund and the Aggressive Strategy Fund. The primary activity of these Strategies is to invest in sterling denominated securities, the majority of Shares in each Strategy have been subscribed for in sterling and all income, fees and expenses are paid in sterling.

The Company has adopted the US dollar as its presentational and functional currency for the Global US\$ Conservative Strategy Fund and the Global US\$ Growth Strategy Fund. The primary activity of these Strategies is to invest in US dollar denominated securities, the majority of Shares in each Strategy have been subscribed for in US dollars and the primary currency in which income, fees and expenses are paid is US dollars.

The rate of exchange to sterling from US dollars ruling at 30th November 2009 used for the conversion of balance sheet items was 1.6532 and the average rate for the period used for the conversion of the income statement was 1.6441.

Assets and liabilities denominated in currencies other than the functional currency of each Strategy are translated at the rate of exchange ruling at the balance sheet date. The currency profits or losses arising on translation, together with currency profits or losses realised during the period, are recognised in the income statement.

Translation differences on non-monetary items, such as holdings in funds, held at fair value through profit or loss are reported as part of the fair value gain or loss.

Share premium and share capital currency translation

Share premium and share capital transactions are translated into sterling at the exchange rate ruling at the time of the transaction. The aggregated balance of net assets attributable to holders of participating redeemable preference shares has been translated using the average exchange rate for the year.

Segmental reporting

The Company, at the balance sheet date, is organised into eight business segments, each focussing on achieving returns by investing in a range of Funds as described in the Investment Objective and Policy on pages 3 and 4.

The Company issues shares which are allocated to the Strategy selected by the investor. A separate account is maintained for each Strategy, to which proceeds of issue, the income arising from those proceeds and expenses are allocated.

Upon redemption, shareholders are entitled to their proportion of the net assets held in the Strategy in which their shares have been designated.

A balance sheet, income statement, statement of changes in net assets attributable to holders of participating redeemable preference shares and cash flow statement have been prepared for each Strategy as well as for the Company as a whole.

Financial assets and liabilities at fair value through profit or loss

(a) Classification

The Company classifies its investments in debt securities as financial assets at fair value through profit or loss. Financial assets and financial liabilities are designated by the Board of Directors at fair value through profit or loss at inception.

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Company's documented investment strategy. The Company's policy is for the Manager and the Board of Directors to evaluate the information about these financial assets at fair value together with other related financial information.

(b) Recognition

Purchases and sales are recognised on trade date (the date on which the Fund commits to purchase or sell the asset).

(c) Measurement

Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value, and transaction costs for all financial assets and financial liabilities carried at fair value through profit or loss are expensed in the income statement as incurred. Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value.

Gains and losses arising from changes in the fair value of 'financial assets or financial liabilities at fair value through profit or loss' are recognised in the income statement in the period in which they arise.

Notes to the Financial Statements (continued)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Fair value estimation

The fair value of financial instruments traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices at the balance sheet date. The quoted market price used for financial assets and financial liabilities held by the Fund is the current mid-market price. When the Company holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this mid-market price to the net open position, as appropriate.

The Directors are aware that using the bid-market price is required by IAS39, but the valuation price received for the underlying assets is a mid-market price and as a consequence they have decided that the mid-market price should be used.

The Financial assets at fair value through profit or loss of the Company are all quoted in active markets and therefore fall under level 1 as defined by IFRS 7.

(e) Revenue recognition

Investment income from Fund investments is recognised in the income statement on an ex-dividend basis.

Bank interest is recognised in the income statement on a time proportionate basis using the effective interest method.

(f) Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

(g) Share capital

(i) The Founders Shares have been subscribed for by the Manager and are 'non-participating'. The holders thereof are entitled only to income arising on the assets represented by the Founders Shares. These Shares are classified as Ordinary share capital in the balance sheet.

(ii) Unclassified Shares may be issued as either participating redeemable preference shares ("Participating Shares") or Nominal Shares. Participating Shares are redeemable at the shareholder's option and are classified as financial liabilities. Participating Shares are carried at the redemption amount that is payable if the holder exercises the right to redeem shares at the balance sheet date.

Participating Shares are issued and redeemed at the holder's option at prices based on the Company's net asset value per share at the time of issue or redemption. The Funds net asset value per share is calculated by dividing the net assets attributable to the holders of participating redeemable preference shares with the total number of Participating Shares in issue. In accordance with the provisions of the Company's regulations, investments are valued based on the latest traded market price for the purpose of determining the net asset value per share for subscriptions and redemptions.

The Shares are divided into Funds according to the type of investment in which the proceeds of the issue of Shares in each Fund are invested. A separate portfolio of investments is maintained for each Fund. Each holder of a Participating Share is entitled on a poll, to one vote for each Participating Share held. Participating Shares have a right to dividends declared. If any dividends are paid, different amounts of dividends may be payable in respect of different Funds.

(iii) Nominal Shares have been accounted for in accordance with the Companies (Jersey) Law 1991 and corresponding amounts have been included in debtors and financial liabilities. A Nominal Share will be created when a Participating Share is cancelled. A Nominal Share will be cancelled when a Participating Share is created until the number of Nominal Shares falls to zero.

Both issued Nominal and Participating Shares are carried at a value of £ 0.01 per Share.

(iv) Details of the Company's share capital transactions are shown in note 14.

(h) Share premium

The premium on issues and redemptions of Participating Shares is accounted for within the share premium account which forms part of the Net Assets Attributable to holders of Participating Redeemable Preference Shares. Details are shown in notes 15 and 17.

(i) Distributions payable to holders of participating redeemable preference shares

Distributions to holders of Participating Shares are recognised in the income statement as finance costs when they are ratified by the Directors.

Notes to the Financial Statements (continued)

	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
4. OTHER ACCRUED INCOME AND PRE-PAID EXPENSES			
As at 30th November 2009			
Accrued income	614	41	152
Founders shares	<u>1,000</u>	<u>—</u>	<u>—</u>
Total other accrued income and pre-paid expenses	<u>1,614</u>	<u>41</u>	<u>152</u>
As at 31st May 2009			
Accrued income	220	17	59
Founders shares	<u>1,000</u>	<u>—</u>	<u>—</u>
Total other accrued income and pre-paid expenses	<u>1,220</u>	<u>17</u>	<u>59</u>
5. DISTRIBUTIONS			
No distributions have been made for either of the interim periods ended 30th November 2008 and 2009. Proposed distributions shown on the balance sheet as at 31st May 2009 were paid on 22nd July 2009.			
6. ACCRUED EXPENSES			
As at 30th November 2009			
Due to the Manager	85,566	2,829	10,454
Due to the Custodian	8,852	513	1,449
Other creditors	<u>28,507</u>	<u>4,332</u>	<u>6,777</u>
Total accrued expenses	<u>122,925</u>	<u>7,674</u>	<u>18,680</u>
As at 31st May 2009			
Due to the Manager	74,655	2,727	9,922
Due to the Custodian	7,317	446	1,305
Other creditors	<u>37,396</u>	<u>5,735</u>	<u>8,614</u>
Total accrued expenses	<u>119,368</u>	<u>8,908</u>	<u>19,841</u>

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
43	110	116	113	45	20
<u>43</u>	<u>110</u>	<u>116</u>	<u>113</u>	<u>45</u>	<u>20</u>
14	28	57	13	32	20
<u>14</u>	<u>28</u>	<u>57</u>	<u>13</u>	<u>32</u>	<u>20</u>
10,075	31,650	13,846	10,508	2,475	7,781
1,289	3,303	1,019	722	249	672
<u>3,441</u>	<u>6,000</u>	<u>3,002</u>	<u>3,253</u>	<u>1,190</u>	<u>1,626</u>
<u>14,805</u>	<u>40,953</u>	<u>17,867</u>	<u>14,483</u>	<u>3,914</u>	<u>10,079</u>
9,687	27,650	11,279	8,462	1,923	6,001
1,169	2,656	762	544	215	484
<u>4,543</u>	<u>7,246</u>	<u>4,007</u>	<u>4,638</u>	<u>2,253</u>	<u>1,946</u>
<u>15,399</u>	<u>37,552</u>	<u>16,048</u>	<u>13,644</u>	<u>4,391</u>	<u>8,431</u>

Notes to the Financial Statements (continued)

	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
7. NET GAINS/(LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			
The net gains/ losses on investments during the period comprise:			
Period ended 30th November 2009			
Proceeds from sales of investments during the period	5,077,153	199,000	1,132,453
Original cost of investments sold during the period	<u>(5,738,477)</u>	<u>(230,815)</u>	<u>(1,272,248)</u>
Losses realised on investments sold during the period	(661,324)	(31,815)	(139,795)
Realised foreign exchange losses	<u>(31,538)</u>	<u>(1,003)</u>	<u>(4,696)</u>
Net realised depreciation for the period	(692,862)	(32,818)	(144,491)
Net unrealised appreciation for the period	12,914,552	497,851	1,803,755
Net gains on financial assets at fair value through profit or loss	<u>12,221,690</u>	<u>465,033</u>	<u>1,659,264</u>
Period ended 30th November 2008			
Proceeds from sales of investments during the period	16,901,219	1,127,000	1,633,996
Original cost of investments sold during the period	<u>(18,557,640)</u>	<u>(1,227,184)</u>	<u>(1,813,196)</u>
Losses realised on investments sold during the period	(1,656,421)	(100,184)	(179,200)
Realised foreign exchange gains	<u>19,615</u>	<u>188</u>	<u>827</u>
Net realised depreciation for the period	(1,636,806)	(99,996)	(178,373)
Net unrealised depreciation for the period	(19,027,710)	(161,872)	(1,141,127)
Net (losses) on financial assets at fair value through profit or loss	<u>(20,664,516)</u>	<u>(261,868)</u>	<u>(1,319,500)</u>
8. TOTAL OTHER INCOME			
Period ended 30th November 2009			
Bank interest from cash balances	<u>725</u>	<u>47</u>	<u>170</u>
Period ended 30th November 2008			
Bank interest from cash balances	<u>14,725</u>	<u>911</u>	<u>2,606</u>

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
1,187,428 <u>(1,405,555)</u>	1,882,771 <u>(2,086,098)</u>	335,521 <u>(357,742)</u>	148,998 <u>(159,827)</u>	80,000 <u>(88,948)</u>	234,000 <u>(282,943)</u>
(218,127) <u>(1,565)</u>	(203,327) <u>(5,324)</u>	(22,221) <u>(8,305)</u>	(10,829) <u>(9,546)</u>	(8,948) <u>—</u>	(48,943) <u>(1,807)</u>
(219,692) 1,921,232	(208,651) 4,828,979	(30,526) 1,725,347	(20,375) 1,152,800	(8,948) 263,299	(50,750) 1,355,496
<u>1,701,540</u>	<u>4,620,328</u>	<u>1,694,821</u>	<u>1,132,425</u>	<u>254,351</u>	<u>1,304,746</u>
2,134,092 <u>(2,372,583)</u>	5,143,003 <u>(5,719,187)</u>	1,375,004 <u>(1,582,210)</u>	625,999 <u>(729,788)</u>	4,672,447 <u>(4,729,595)</u>	4,055,999 <u>(4,450,102)</u>
(238,491) <u>2,718</u>	(576,184) <u>11,461</u>	(207,206) <u>1,076</u>	(103,789) <u>3,345</u>	(57,148) <u>—</u>	(394,103) <u>—</u>
(235,773) <u>(2,039,811)</u>	(564,723) <u>(7,632,850)</u>	(206,130) <u>(3,059,570)</u>	(100,444) <u>(2,576,953)</u>	(57,148) <u>(480,603)</u>	(394,103) <u>(3,855,731)</u>
<u>(2,275,584)</u>	<u>(8,197,573)</u>	<u>(3,265,700)</u>	<u>(2,677,397)</u>	<u>(537,751)</u>	<u>(4,249,834)</u>
<u>48</u>	<u>132</u>	<u>131</u>	<u>125</u>	<u>87</u>	<u>31</u>
<u>3,150</u>	<u>4,602</u>	<u>2,032</u>	<u>1,229</u>	<u>91</u>	<u>259</u>

Notes to the Financial Statements (continued)

	Notes	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £
9. TOTAL OPERATING EXPENSES				
Period ended 30th November 2009				
Payable to the Manager:				
Annual management fees	10	284,492	5,846	33,058
Registrar fees	10	32,492	1,740	4,344
Payable to the Custodian:				
Custodian fees	11	47,975	2,805	8,085
Other expenses:				
Administration expenses		35,075	2,534	4,776
Audit fee		8,348	500	1,500
Total operating expenses		<u>408,382</u>	<u>13,425</u>	<u>51,763</u>
Period ended 30th November 2008				
Payable to the Manager:				
Annual management fees	10	280,082	6,579	34,358
Registrar fees	10	30,712	1,728	4,344
Payable to the Custodian:				
Custodian fees	11	47,394	3,002	8,214
Other expenses:				
Administration expenses		37,125	3,314	3,920
Audit fee		8,440	500	1,300
Total operating expenses		<u>403,753</u>	<u>15,123</u>	<u>52,136</u>

Balanced Strategy Fund £	Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global US\$ Conservative Strategy Fund US\$	Global US\$ Growth Strategy Fund US\$
29,350	112,480	46,727	34,956	9,508	26,786
4,788	10,764	4,968	3,720	867	2,698
7,218	17,742	5,384	3,744	1,380	3,548
5,165	10,232	4,116	2,963	3,436	5,260
1,300	3,000	900	600	300	600
<u>47,821</u>	<u>154,218</u>	<u>62,095</u>	<u>45,983</u>	<u>15,491</u>	<u>38,892</u>
32,196	108,883	41,417	32,439	13,155	30,307
4,872	10,392	4,164	3,264	766	2,730
7,668	16,798	4,691	3,467	2,402	3,978
5,812	11,174	4,077	2,659	4,376	6,697
1,300	3,000	850	600	600	1,000
<u>51,848</u>	<u>150,247</u>	<u>55,199</u>	<u>42,429</u>	<u>21,299</u>	<u>44,712</u>

Notes to the Financial Statements (continued)

10. RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability to control the other party or exercise influence over the party in making financial or operating decisions. The following are considered by the Directors of the Company to be related parties:

The Manager in accordance with the Management Agreement.

The Asset Allocation Adviser in accordance with the Asset Allocation Advisory Agreement.

The fees received by the Manager are set out in note 9. The Asset Allocation Adviser is paid by the Manager.

The Manager is involved in all transactions in the Shares of the Company, the aggregate values of which are set out in the Statement of changes in net assets attributable to holders of participating redeemable preference shares on pages 16 and 17.

At the period end the Manager held participating Shares in the Company as follows:

	30th November 2009	31st May 2009
Cautious Strategy Fund	7,020.45	7,045.54
Conservative Strategy Fund	7,009.19	6,827.78
Balanced Strategy Fund	6,825.29	6,424.22
Growth Strategy Fund	7,213.48	7,075.20
Progressive Strategy Fund	7,169.72	6,501.60
Aggressive Strategy Fund	7,094.81	7,108.46
US\$ Global Conservative Strategy Fund	10,071.83	10,031.77
US\$ Global Growth Strategy Fund	<u>20,010.50</u>	<u>20,095.82</u>
	<u>72,415.27</u>	<u>71,110.39</u>

(a) Management and Registrar fees

The Manager, which is related to the Company by virtue of a Management Agreement, is entitled to a daily fee equal at the annual rate set out below by reference to the net assets of each Fund calculated daily and paid monthly by the Company.

Cautious Strategy Fund	1.00%
Conservative Strategy Fund	1.25%
Balanced Strategy Fund	1.25%
Growth Strategy Fund	1.50%
Progressive Strategy Fund	1.75%
Aggressive Strategy Fund	1.75%
US\$ Global Conservative Strategy Fund	1.25%
US\$ Global Growth Strategy Fund	1.75%

The Directors and the Manager may agree a higher fee for any Fund subject to a maximum annual rate of 2.00% of the net assets of the Fund. If such a higher fee is agreed, shareholders of the relevant Fund will be given at least three months' written notice before it comes into effect.

Where a Fund invests in another Fund, the Manager will ensure that any initial or ongoing charges levied by the second Fund are repaid into the assets of the investing Fund.

The Manager, in its capacity as Registrar, is entitled to a fee payable by the Company of £12.00 for each shareholding which appears on the Share Register on the last business day of each annual and half yearly accounting period.

The Manager and the Company may agree a higher fee.

Details of amounts due to the Manager at the end of the period are shown in Note 6.

(b) Directors' fees

Directors who are employees of the Lloyds Banking Group do not receive Director's fees. All other Directors currently receive a fee of £5,000 per annum.

Notes to the Financial Statements (continued)

11. CUSTODIAN FEES

The Custodian is entitled to an annual fee payable monthly by the Company, in respect of each Fund, at the rates set out below by reference to the net asset value of each Fund calculated on a mid market basis and subject to a minimum overall fee of £5,000 per annum per Sterling Fund Class and US\$10,000 per US Dollar Fund Class. The minimum fee for the US Dollar Fund Classes has been waived until further notice.

The fees received by the Custodian are set out in note 9. Details of the amounts due to the Custodian at the end of the period are shown in note 6.

		NAV of each Fund	
Sterling Fund Classes	Up to	Next	£100M
	£50M	£50M	Plus
Cautious Strategy Fund	0.100%	0.075%	0.050%
Conservative Strategy Fund	0.100%	0.075%	0.050%
Balanced Strategy Fund	0.100%	0.075%	0.050%
Growth Strategy Fund	0.100%	0.075%	0.050%
Progressive Strategy Fund	0.100%	0.075%	0.050%
Aggressive Strategy Fund	0.100%	0.075%	0.050%
		NAV of each Fund	
US Dollar Fund Classes	Up to	Next	US\$200M
	US\$100M	US\$100M	Plus
Global US\$ Conservative Strategy Fund	0.100%	0.075%	0.050%
Global US\$ Growth Strategy Fund	0.100%	0.075%	0.050%

The Custodian is entitled to reimbursement by each Fund of its expenses in connection with its duties as Custodian and to make transaction charges to cover the cost of effecting settlement of stock and cash.

12. CONTROLLING PARTY

In the opinion of the Directors, there is no ultimate controlling party of the Company as defined by International Accounting Standards No. 24 Related Party Disclosures.

13. EQUALISATION

The price of a Share includes an equalisation amount calculated by dividing the net undistributed income of the Fund by the number of Shares in issue at the time when the price is calculated. The payment of the first dividend after the issue of a Share includes an amount of equalisation calculated by averaging the amounts received by way of equalisation during the period to which the dividend relates.

Notes to the Financial Statements (continued)

14. SHARE CAPITAL

	30th November 2009 £	31st May 2009 £
Authorised Share Capital:		
1,000 Founders Shares of £1	1,000	1,000
750,000,000 Unclassified Shares of 1p	<u>7,500,000</u>	<u>7,500,000</u>
	<u>7,501,000</u>	<u>7,501,000</u>
Issued Share Capital:		
Founders Shares	<u>1,000</u>	<u>1,000</u>
Nominal Shares:		
Balance brought forward	121,920	6,194
Creations	38,165	228,529
Redemptions	<u>(129,611)</u>	<u>(112,803)</u>
Balance carried forward	<u>30,474</u>	<u>121,920</u>
Participating Shares:		
Balance brought forward	982,448	1,089,404
Creations	129,611	121,577
Redemptions	<u>(38,165)</u>	<u>(228,529)</u>
Movement in currency translation	<u>3</u>	<u>(4)</u>
Balance carried forward	<u>1,073,897</u>	<u>982,448</u>
Total Share Capital	<u>1,104,371</u>	<u>1,104,368</u>

	30th November 2009		31st May 2009	
	Shares	£	Shares	£
Cautious Strategy Fund	6,519,349	65,193	6,008,713	60,087
Conservative Strategy Fund	18,005,938	180,059	17,369,888	173,699
Balanced Strategy Fund	15,288,151	152,882	15,183,932	151,839
Growth Strategy Fund	36,672,688	366,727	32,496,340	324,963
Progressive Strategy Fund	11,374,923	113,749	9,956,709	99,566
Aggressive Strategy Fund	<u>7,734,164</u>	<u>77,342</u>	<u>6,673,630</u>	<u>66,736</u>
Total Sterling Funds	95,595,213	955,952	87,689,212	876,890
	Shares	US\$	Shares	US\$
Global US\$ Conservative Strategy Fund	2,857,076	65,725	2,663,376	62,543
Global US\$ Growth Strategy Fund	<u>8,937,440</u>	<u>172,667</u>	<u>7,892,505</u>	<u>155,387</u>
Total US Dollar Funds	<u>11,794,516</u>	<u>238,392</u>	<u>10,555,881</u>	<u>217,930</u>
Total Company (Sterling)	<u>107,389,729</u>	<u>1,073,897</u>	<u>98,245,093</u>	<u>982,448</u>

Notes to the Financial Statements (continued)

15. SHARE PREMIUM

	30th November 2009	31st May 2009
	£	£
Cautious Strategy Fund	6,369,779	5,924,505
Conservative Strategy Fund	17,815,105	17,256,993
Balanced Strategy Fund	15,926,205	15,845,371
Growth Strategy Fund	40,083,714	36,031,325
Progressive Strategy Fund	12,364,241	11,026,206
Aggressive Strategy Fund	<u>8,671,386</u>	<u>7,559,982</u>
Total Sterling Funds	101,230,430	93,644,382
	US\$	US\$
Global US\$ Conservative Strategy Fund	2,981,789	2,788,357
Global US\$ Growth Strategy Fund	<u>9,482,303</u>	<u>8,621,243</u>
Total US\$ Dollar Funds	12,464,092	11,409,600
Total Company (Sterling)	<u>107,375,544</u>	<u>99,145,803</u>
	£	£
Balance brought forward	99,145,803	106,210,161
Premium on creations	11,705,332	10,395,085
Premium on redemptions	<u>(3,475,591)</u>	<u>(17,459,443)</u>
Balance carried forward	<u>107,375,544</u>	<u>99,145,803</u>

Notes to the Financial Statements (continued)

16. CAPITAL RESERVES

	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £	Balanced Strategy Fund £
Net realised gains/ (losses) on investments brought forward	(437,528)	(123,064)	(174,384)	(218,849)
Net losses for the period	(692,862)	(32,818)	(144,491)	(219,692)
Net realised (losses)/gains on investments carried forward	<u>(1,130,390)</u>	<u>(155,882)</u>	<u>(318,875)</u>	<u>(438,541)</u>
Net unrealised movements on investments brought forward	(17,878,738)	(811,666)	(2,596,381)	(2,648,040)
Net movement in the period	12,914,552	497,851	1,803,755	1,921,232
Net unrealised movements on investments carried forward	<u>(4,964,186)</u>	<u>(313,815)</u>	<u>(792,626)</u>	<u>(726,808)</u>
Total realised/unrealised movements	<u>(6,094,576)</u>	<u>(469,697)</u>	<u>(1,111,501)</u>	<u>(1,165,349)</u>
Net transfer to capital reserve brought forward	(137,574)	—	—	—
Net movement in the period	<u>(25,487)</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net transfer to capital reserve carried forward	(163,061)	—	—	—
Movement in currency translation brought forward	105,909	—	—	—
Net movement in the period	<u>16,128</u>	<u>—</u>	<u>—</u>	<u>—</u>
Movement in currency translation carried forward	<u>122,037</u>	<u>—</u>	<u>—</u>	<u>—</u>
At 30th November 2009	<u>(6,135,600)</u>	<u>(469,697)</u>	<u>(1,111,501)</u>	<u>(1,165,349)</u>

17. NET ASSETS ATTRIBUTABLE TO HOLDERS OF PARTICIPATING REDEEMABLE PREFERENCE SHARES

30th November 2009

Share capital (Note 14)	1,073,897	65,193	180,059	152,882
Share premium (Note 15)	107,375,544	6,369,779	17,815,105	15,926,205
Capital reserves (Note 16)	(6,135,600)	(469,697)	(1,111,501)	(1,165,349)
Net undistributed income	1,310,669	120,772	346,944	266,609
Movement in currency translation	1,395,119	—	—	—
Net assets attributable to holders of participating redeemable preference shares	<u>105,019,629</u>	<u>6,086,047</u>	<u>17,230,607</u>	<u>15,180,347</u>

31st May 2009

Share capital (Note 14)	982,448	60,087	173,699	151,839
Share premium (Note 15)	99,145,803	5,924,505	17,256,993	15,845,371
Capital reserves	(18,347,932)	(934,730)	(2,770,765)	(2,866,889)
Net undistributed income	39,549	4,732	6,199	5,753
Movement in currency translation	1,565,704	—	—	—
Net assets attributable to holders of participating redeemable preference shares	<u>83,385,572</u>	<u>5,054,594</u>	<u>14,666,126</u>	<u>13,136,074</u>

Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global USD Conservative Strategy Fund US\$	Global USD Growth Strategy Fund US\$
104,302	25,899	194,125	(94,606)	(265,297)
(208,651)	(30,526)	(20,375)	(8,948)	(50,750)
<u>(104,349)</u>	<u>(4,627)</u>	<u>173,750</u>	<u>(103,554)</u>	<u>(316,047)</u>
(6,379,967)	(2,236,941)	(1,531,173)	(167,746)	(2,456,826)
4,828,979	1,725,347	1,152,800	263,299	1,355,496
<u>(1,550,988)</u>	<u>(511,594)</u>	<u>(378,373)</u>	<u>95,553</u>	<u>(1,101,330)</u>
<u>(1,655,337)</u>	<u>(516,221)</u>	<u>(204,623)</u>	<u>(8,001)</u>	<u>(1,417,377)</u>
—	—	(7,520)	(49,949)	(186,868)
—	—	7,520	(15,406)	(38,861)
—	—	—	(65,355)	(225,729)
—	—	—	—	—
—	—	—	—	—
<u>(1,655,337)</u>	<u>(516,221)</u>	<u>(204,623)</u>	<u>(73,356)</u>	<u>(1,643,106)</u>

366,727	113,749	77,342	65,725	172,667
40,083,714	12,364,241	8,671,386	2,981,789	9,482,303
(1,655,337)	(516,221)	(204,623)	(73,356)	(1,643,106)
456,425	99,637	20,281	—	—
—	—	—	—	—
<u>39,251,529</u>	<u>12,061,406</u>	<u>8,564,386</u>	<u>2,974,158</u>	<u>8,011,864</u>

324,963	99,566	66,736	62,543	155,387
36,031,325	11,026,206	7,559,982	2,788,357	8,621,243
(6,275,665)	(2,211,042)	(1,344,568)	(312,301)	(2,908,991)
14,138	8,727	—	—	—
—	—	—	—	—
<u>30,094,761</u>	<u>8,923,457</u>	<u>6,282,150</u>	<u>2,538,599</u>	<u>5,867,639</u>

Notes to the Financial Statements (continued)

18. TAXATION

Investment income is stated gross of withholding taxes. The withholding tax suffered is recorded on the taxation line as set out below:

	30th November 2009	30th November 2008
Foreign tax on income for the period	<u>£13,292</u>	<u>£Nil</u>

With effect from 1st January 2009 Exempt Company Status is no longer available under Jersey Income Tax regulations. However from that date, the Company is liable to be charged at a tax rate of 0% under Schedule D under the Income Tax (Jersey) Law 1961, as amended (the "Income Tax Law") in respect of (i) the income or profits of any trade carried on by the Company in Jersey or elsewhere, (ii) any interest of money, whether yearly or otherwise, or other annual payment paid to the Company, whether such payment is made within or without of Jersey, (iii) dividends and other distributions of a company regarded as resident in Jersey paid to the Company, (iv) income arising to the Company from securities out of Jersey and (v) any other income of the Company that is not derived from the ownership or disposal of land in Jersey. It is not expected that the Company will be in receipt of income charged to tax under any Schedule under Income Tax Law other than Schedule D. As such the Company is no longer subject to the payment of tax in Jersey.

19. INVESTMENT DEALING

During the period no transactions in the property of the Fund were carried out through brokers. All transactions are carried out directly with the fund managers.

20. FINANCIAL RISK MANAGEMENT

Strategy in using financial instruments

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), liquidity risk, counter-party risk, capital risk and certain other risks. The Company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Company's financial performance. Each Fund (or Strategy) is able to use derivative financial instruments to moderate certain risk exposures.

Each Fund's investment objectives are stated on pages 3 and 4. To achieve these objectives the Company's assets and liabilities comprise financial instruments held in accordance with each Fund's investment objectives and policies.

These may include:

- Investments in cash, fixed interest, property and equity funds.
- Cash, liquid resources and short term debtors and creditors that arise directly from the investment activities.

Market price risk

All securities investments present a risk of loss of capital. The Manager moderates this risk through a careful selection of investments within specified limits. The maximum risk resulting from investments is determined by the fair value of those investments.

The overall market position and therefore the risk exposure for each Fund is governed by the Prospectus, the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 and the investment objectives for each Fund. These positions are monitored on a daily basis by the Manager and are reviewed on a quarterly basis by the Board of Directors.

The investments held in underlying funds are susceptible to market price risk arising from uncertainties about future prices of the investments. The Company's market price risks are managed through diversification of the investment portfolios of each Fund across different asset classes and markets. Investments in the underlying Funds are principally in equities, fixed interest securities, property related assets and bank deposits dependent on each fund's investment policy. The value of these is not fixed (other than bank deposits) and may go down as well as up. This may be the result of a specific factor affecting the value of an individual stock or asset or be caused by general market factors (such as interest rates, government policy or the health of the underlying economy) which could affect the entire portfolio of a Fund. Each Fund will invest in a portfolio of funds in line with its investment objectives and policy.

The period end portfolios of each Fund are detailed on pages 22 to 29.

The Manager controls this risk on a Fund by Fund basis and monitors the movements in the underlying equities, bonds and interest rates against the relevant equity and bond indices and market interest rates respectively.

The Manager considers that a reasonably possible movement in the market risk components would be equivalent to a 5% movement in equity and bond indices and a 1% movement in market interest rates.

Notes to the Financial Statements (continued)

20. FINANCIAL RISK MANAGEMENT (continued)

Market price risk (continued)

The table below summarises, for each of the Funds, the impact of increases/(decreases) in the equity and bond indices, and market interest rates on the net asset value at 30th November 2009. The analysis is based on the assumption that the equity and bond indices increase/(decrease) by 5%, and market interest rates increase/(decrease) by 1%, with all other variables held constant. The analysis also assumes that the movement in the portfolios of each Fund is directly correlated with the equity and bond indices and market interest rates.

Period	Strategy	Value (base currency)	Equities 5% Movement in equity index	Bonds 5% Movement in bond index	Cash 1% Movement in interest rate
30.11.09	Cautious	6,086,047	21,619	235,795	7,182
31.05.09	Cautious	5,054,594	17,786	202,033	6,962
30.11.09	Conservative	17,230,607	131,538	674,484	4,614
31.05.09	Conservative	14,666,126	124,329	601,314	2,494
30.11.09	Balanced	15,180,347	289,516	465,875	1,149
31.05.09	Balanced	13,136,074	252,702	405,670	390
30.11.09	Growth	39,251,529	1,271,354	631,219	5,807
31.05.09	Growth	30,094,761	1,061,627	460,215	1,015
30.11.09	Progressive	12,061,406	520,327	61,041	3,213
31.05.09	Progressive	8,923,457	392,529	49,025	3,654
30.11.09	Aggressive	8,564,386	424,522	—	583
31.05.09	Aggressive	6,282,150	315,222	—	476
30.11.09	US\$ Conservative	2,974,158	27,468	75,253	8,064
31.05.09	US\$ Conservative	2,538,599	23,404	64,769	6,932
30.11.09	US\$ Growth	8,011,864	396,487	—	352
31.05.09	US\$ Growth	5,867,639	286,488	—	1,288

Interest rate risk

Each Fund receives income from its various investments. The income received by each Fund is not fixed in nature. It is derived from the securities held in the portfolio of each underlying Fund which may be varied from time to time in accordance with its investment objective and policy. In accordance with the Fund's policy, the Manager monitors the Fund's overall interest rate sensitivity on a daily basis, and the Board of Directors reviews it on a quarterly basis.

The interest bearing financial assets and liabilities held in the underlying funds expose them to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on their financial position and cash flows.

The table above summarises the effect of interest rate risks on each Fund. It includes the Fund's assets and trading liabilities at fair values, categorised by the earlier of contractual re-pricing or maturity dates. Other than those financial instruments identified above, each Fund has no significant exposure to interest rate risks.

Foreign currency risk

A portion of the underlying financial assets of the Funds may be denominated in currencies other than the base currency with the effect that the balance sheet and each Fund's total return can be significantly affected by currency movements. An investment in a currency other than the Shareholder's own base currency will be subject to the movement of foreign exchange rates, which may cause additional favourable or unfavourable changes in value. In respect of foreign currency exposure, derivative instruments will only be utilised where a forward exchange or currency options are used for the purpose of reduction of foreign currency risk, in order to hedge this exposure back to the base currency of the Fund. It is currently the Fund's policy not to enter into any currency hedging transactions.

In accordance with the Company's policy, the Manager monitors each Fund's currency position on a daily basis, and the Board of Directors reviews it on a quarterly basis.

Credit risk

The Company takes on exposure to credit risk, which is the risk that a counter-party will be unable to pay amounts in full when due. Impairment provisions would be provided for losses that have been incurred by the balance sheet date. At 30th November 2009 no provisions were required.

Notes to the Financial Statements (continued)

20. FINANCIAL RISK MANAGEMENT (continued)

Credit risk (continued)

The Company's main credit risk exposure arises through investments in debt securities at the underlying Funds level. If any of the Funds hold any interest bearing instruments directly or indirectly (via underlying funds), at least 90% of these instruments must have a credit rating of "investment grade" as provided by Moodys Investor Services Limited, Standard and Poor's or Fitch Ratings Limited. These instruments could include inter alia money market instruments, bonds, gilts, corporate bonds etc.

In accordance with each Fund's policy, the Manager monitors the Fund's credit position on a daily basis, and the Board of Directors review it on a quarterly basis.

Counter-party risk

Certain transactions that the Funds enter into expose them to the risk that the counter-party will not deliver the investment (purchase) or cash (sale) after the Fund has fulfilled its responsibilities. It is the policy of the Manager to buy and sell investments only through approved brokers, or directly with the fund manager.

Capital risk

Where the objective of the underlying fund seeks to provide high or good levels of income, the investment policy which supports this may result in a gradual reduction in the capital value of the underlying fund's shares, except where bond prices are generally rising.

Capital risk management

The net assets attributable to holders of redeemable preference shares are classified as Financial Liabilities and therefore, in the opinion of the Directors, the Capital of the Company is only represented by the Management Shares and Nominal Shares. Details of Management Shares and Nominal Shares are shown in note 3(g).

Due to the nature of the Management Shares and Nominal Shares the Directors have decided that no capital risk management is required

Derivatives

Derivatives will only be used where they accord with existing investment objectives and policy. They may not be used for the purpose of reducing risk independently of investment strategy in respect of the underlying physical assets or for merely speculative purposes. Derivatives will only be used for efficient portfolio management. Derivatives may not be used for the purpose of gearing or leveraging or for purposes of producing, enhancing or generating income. No derivative can be traded on an OTC basis, and no uncovered positions are allowed.

The underlying funds may hold the following derivatives:

(a) Futures

Futures are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The futures contracts are collateralised by cash or marketable securities. Changes in the futures contracts' value are settled daily with the exchange. Interest rate futures are contractual obligations to receive or pay a net amount based on changes in interest rates at a future date at a specified price, established in an organised financial market. Futures are settled on a net basis.

b) Options

An option is a contractual arrangement under which the seller (writer) grants the purchaser (holder) the right, but not the obligation, either to buy (a call option) or sell (a put option) at or by a set date or during a set period, a specific amount of securities or a financial instrument at a predetermined price. The seller receives a premium from the purchaser in consideration for the assumption of future securities prices. Where options are held by the underlying funds, they are exchange-traded. The Funds are exposed to credit risk on purchased options only to the extent of their carrying amount, which is their fair value. Options are settled on a gross basis.

The notional amounts of certain types of financial instrument provide a basis for comparison with instruments recognised on the balance sheet, but they do not necessarily indicate the amounts of future cash flows involved or the current fair value of the instruments and do not therefore indicate the Company's exposure to credit or market price risks. The derivative instruments become favourable (assets) or unfavourable (liabilities) as a result of fluctuations in market interest rates or foreign exchange rates relative to their terms. The aggregate contractual or notional amount of derivative financial instruments on hand, the extent to which instruments are favourable or unfavourable, and thus the aggregate fair values of derivative financial assets and liabilities can fluctuate significantly from time to time.

During the period under review, the Company has not entered into any derivative contracts.

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Notes to the Financial Statements (continued)

20. FINANCIAL RISK MANAGEMENT (continued)

Liquidity risk

The Company is exposed to daily cash redemptions of participating shares which are redeemed on demand at the holder's option. It therefore invests all of its assets in investments that are traded in an active market and can be readily disposed of, as such each Fund's financial assets are considered to be readily realisable. The Manager manages each Fund's cash to meet its liabilities. Where investments cannot be realised in time to meet any redemptions of participating Shares, each Fund may borrow up to 10% of its value to ensure settlement of its liabilities. No such borrowings have arisen during the period.

In accordance with the Company's policy, the Manager monitors each Fund's liquidity position on a daily basis, and the Board of Directors review it on a quarterly basis.

The table below analyses the Company's Financial Liabilities into relevant maturity group based on the remaining period at the balance sheet date to the contractual maturity date.

	Company £	Cautious Strategy Fund £	Conservative Strategy Fund £	Balanced Strategy Fund £
30th November 2009				
Assets attributable to Shareholders (less than 1 month)	105,020,629	6,086,047	17,230,607	15,180,347
Accrued expenses (less than 1 month)	94,418	3,342	11,903	11,364
(1 month to 3 months)	28,507	4,332	6,777	3,441
Total financial liabilities	<u>105,143,554</u>	<u>6,093,721</u>	<u>17,249,287</u>	<u>15,195,152</u>
31st May 2009				
Assets attributable to Shareholders (less than 1 month)	83,386,572	5,054,594	14,666,126	13,136,074
Investment purchase payable (less than 1 month)	147,000	—	—	—
Overdraft (less than 1 month)	203,818	—	—	79,508
Proposed dividend (1 month to 3 months)	2,722,510	234,340	694,796	561,805
Accrued expenses (less than 1 month)	81,972	3,173	11,227	10,856
(1 month to 3 months)	37,396	5,735	8,614	4,543
Total financial liabilities	<u>86,579,268</u>	<u>5,297,842</u>	<u>15,380,763</u>	<u>13,792,786</u>

Growth Strategy Fund £	Progressive Strategy Fund £	Aggressive Strategy Fund £	Global USD Conservative Strategy Fund US\$	Global USD Growth Strategy Fund US\$
39,251,529	12,061,406	8,564,386	2,974,158	8,011,864
34,953	14,865	11,230	2,724	8,453
<u>6,000</u>	<u>3,002</u>	<u>3,253</u>	<u>1,190</u>	<u>1,626</u>
<u>39,292,482</u>	<u>12,079,273</u>	<u>8,578,869</u>	<u>2,978,072</u>	<u>8,021,943</u>
30,094,761	8,923,457	6,282,150	2,538,599	5,867,639
—	147,000	—	—	—
124,310	—	—	—	—
942,394	209,091	80,084	—	—
30,306	12,041	9,006	2,138	6,485
<u>7,246</u>	<u>4,007</u>	<u>4,638</u>	<u>2,253</u>	<u>1,946</u>
<u>31,199,017</u>	<u>9,295,596</u>	<u>6,375,878</u>	<u>2,542,990</u>	<u>5,876,070</u>

Distribution table - Unaudited

For the period ended 30th November 2009

No distributions have been declared for the period ended 30th November 2009.

Performance Record - Unaudited

For the period ended 30th November 2009

Cautious Strategy Fund

Shares in the Fund were first offered to the public on the 14th September 2004 at an offer price of 100p per Share.

Calendar Year ended	Highest offer price p	Lowest bid price p	Income per Share p	Income Per £1,000 invested at launch £
2004	103.58	95.86	—	—
2005	106.20	98.11	3.19	31.90
2006	107.70	96.43	3.60	36.00
2007	99.53	92.34xd	3.60	36.00
2008	96.79	85.36	4.30	43.00
30.11.09	93.66	84.10xd	3.90	39.00

Conservative Strategy Fund

Shares in the Fund were first offered to the public on the 14th September 2004 at an offer price of 100p per Share.

2004	104.12	95.84	—	—
2005	109.30	98.90	2.15	21.50
2006	111.00	99.41	3.30	33.00
2007	103.00	96.18xd	3.50	35.00
2008	100.20	84.55	4.00	40.00
30.11.09	96.07	83.97	4.00	40.00

Balanced Strategy Fund

Shares in the Fund were first offered to the public on the 14th September 2004 at an offer price of 100p per Share.

2004	104.53	94.60	—	—
2005	112.20	98.56	1.56	15.60
2006	114.60	102.80	2.80	28.00
2007	109.00	102.20	3.10	31.00
2008	106.20	83.78	3.70	37.00
30.11.09	100.20	82.46	3.70	37.00

Growth Strategy Fund

Shares in the Fund were first offered to the public on the 14th September 2004 at an offer price of 100p per Share.

2004	104.63	94.64	—	—
2005	119.10	98.93	0.82	8.20
2006	123.89	108.30	1.75	17.50
2007	121.20	112.10	2.10	21.00
2008	118.50	84.26	2.50	25.00
30.11.09	109.70	82.48	2.90	29.00

Progressive Strategy Fund

Shares in the Fund were first offered to the public on the 14th September 2004 at an offer price of 100p per Share.

2004	104.01	93.76	—	—
2005	122.20	97.04	—	—
2006	129.16	110.40	0.60	6.00
2007	128.80	117.20	0.85	8.50
2008	124.60	78.05	1.40	14.00
30.11.09	110.40	74.76	2.10	21.00

Performance Record - Unaudited (continued)

Aggressive Strategy Fund

Shares in the Fund were first offered to the public on the 14th September 2004 at an offer price of 100p per Share.

2004	104.84	93.62	—	—
2005	126.20	96.50	—	—
2006	134.00	111.30	—	—
2007	135.40	120.50	—	—
2008	131.10	78.44	—	—
30.11.09	116.50	75.65	1.20	12.00

Global US\$ Conservative Strategy Fund

Shares in the Fund were first offered to the public on the 14th October 2005 at an offer price of US\$1.00 per Share.

Calendar Year ended	Highest offer price US\$ cents	Lowest bid price US\$ cents	Income per Share US\$ cents	Income per US\$1,000 invested at launch US\$ cents
2005	101.29	95.78	—	—
2006	102.56	97.11	—	—
2007	106.00	101.20	—	—
2008	105.40	88.30	—	—
30.11.09	104.30	87.47	—	—

Global US\$ Growth Strategy Fund

Shares in the Fund were first offered to the public on the 14th October 2005 at an offer price of US\$1.00 per Share.

2005	107.60	93.95	—	—
2006	118.84	99.10	—	—
2007	133.70	114.70	—	—
2008	125.40	56.54	—	—
30.11.09	92.56	52.17	—	—

Net asset value per Share - Unaudited

For the period ended 30th November 2009

Period	Net Asset Value of Fund	Net Asset Value per Share	No. of Shares in issue
Cautious Strategy Fund			
31.05.2007	£6,852,226	93.89p	7,297,970
31.05.2008	£6,371,532	89.78p	7,096,980
31.05.2009	£5,054,594	84.12p	6,008,713
30.11.2009	£6,086,047	93.35p	6,519,349
Conservative Strategy Fund			
31.05.2007	£17,189,822	97.83p	17,571,931
31.05.2008	£16,762,725	92.68p	18,085,592
31.05.2009	£14,666,126	84.43p	17,369,888
30.11.2009	£17,230,607	95.69p	18,005,938
Balanced Strategy Fund			
31.05.2007	£18,660,495	105.22p	17,734,540
31.05.2008	£16,251,480	99.10p	16,399,627
31.05.2009	£13,136,074	86.51p	15,183,932
30.11.2009	£15,180,347	99.29p	15,288,151
Growth Strategy Fund			
31.05.2007	£35,457,207	118.66p	29,880,737
31.05.2008	£37,678,068	112.18p	33,587,672
31.05.2009	£30,094,761	92.61p	32,496,340
30.11.2009	£39,251,529	107.03p	36,672,688
Progressive Strategy Fund			
31.05.2007	£9,811,588	127.26p	7,709,500
31.05.2008	£11,280,500	118.56p	9,514,135
31.05.2009	£8,923,457	89.62p	9,956,709
30.11.2009	£12,061,406	106.03p	11,374,923
Aggressive Strategy Fund			
31.05.2007	£7,729,183	132.62p	5,827,918
31.05.2008	£8,274,095	125.74p	6,580,110
31.05.2009	£6,282,150	94.14p	6,673,630
30.11.2009	£8,564,386	110.73p	7,734,164
Global US\$ Conservative Strategy Fund			
31.05.2007	\$1,959,384	103.23 US\$ cents	1,898,000
31.05.2008	\$7,730,437	104.48 US\$ cents	7,399,176
31.05.2009	\$2,538,599	95.32 US\$ cents	2,663,376
30.11.2009	\$2,974,158	104.10 US\$ cents	2,857,076
Global US\$ Growth Strategy Fund			
31.05.2007	\$5,613,809	126.91 US\$ cents	4,423,550
31.05.2008	\$12,330,388	119.98 US\$ cents	10,277,005
31.05.2009	\$5,867,639	74.35 US\$ cents	7,892,505
30.11.2009	\$8,011,864	89.64 US\$ cents	8,937,440

